GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4835
ANSWERED ON:16.12.2016
Investment by US Auto Major Company
Sawaikar Shri Advocate Narendra Keshav

Will the Minister of FINANCE be pleased to state:

(a) whether any US auto major company has expressed their interest to set up a global technology and business centre at Chennai;

(b) if so, the details thereof including the proposed investment; and

(c) the details of employment opportunities likely to be generated therefrom?

Answer

(a) to (c) 100% FDI is allowed under the automatic route of the FDI Policy of the Government of India for automobile sector. For foreign investment under the automatic route, no approval is required from the Foreign Investment Promotion Board (FIPB). There is no proposal with the FIPB or the Government of India for setting up a global technology and business centre at Chennai by any US auto major company.